By: Thompson of Harris H.B. No. 2561

Substitute the following for H.B. No. 2561:

By: Price C.S.H.B. No. 2561

## A BILL TO BE ENTITLED

1 AN ACT

2 relating to the continuation and functions of the Texas State Board

- 3 of Pharmacy; authorizing a reduction in fees.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 5 SECTION 1. Section 481.074(q), Health and Safety Code, is
- 6 amended to read as follows:
- 7 (q) Each dispensing pharmacist shall send all required
- 8 information, including any information required to complete the
- 9 Schedule III through V prescription forms, to the board by
- 10 electronic transfer or another form approved by the board not later
- 11 than the next business [seventh] day after the date the
- 12 prescription is completely filled.
- SECTION 2. Section 481.075(i), Health and Safety Code, is
- 14 amended to read as follows:
- 15 (i) Each dispensing pharmacist shall:
- 16 (1) fill in on the official prescription form or note
- 17 in the electronic prescription record each item of information
- 18 given orally to the dispensing pharmacy under Subsection (h) and
- 19 the date the prescription is filled, and:
- 20 (A) for a written prescription, fill in the
- 21 dispensing pharmacist's signature; or
- 22 (B) for an electronic prescription,
- 23 appropriately record the identity of the dispensing pharmacist in
- 24 the electronic prescription record;

- 1 (2) retain with the records of the pharmacy for at
- 2 least two years:
- 3 (A) the official prescription form or the
- 4 electronic prescription record, as applicable; and
- 5 (B) the name or other patient identification
- 6 required by Section 481.074(m) or (n); and
- 7 (3) send all required information, including any
- 8 information required to complete an official prescription form or
- 9 electronic prescription record, to the board by electronic transfer
- 10 or another form approved by the board not later than the next
- 11 business [seventh] day after the date the prescription is
- 12 completely filled.
- SECTION 3. Section 481.0761, Health and Safety Code, is
- 14 amended by adding Subsections (h), (i), and (j) to read as follows:
- 15 (h) The board, in consultation with the department and the
- 16 regulatory agencies listed in Section 481.076(a)(1), shall
- 17 identify prescribing practices that may be potentially harmful and
- 18 patient prescription patterns that may suggest drug diversion or
- 19 drug abuse. The board shall determine the conduct that constitutes
- 20 <u>a potentially harmful prescribing pattern or practice and develop</u>
- 21 <u>indicators for levels of prescriber or patient activity that</u>
- 22 suggest a potentially harmful prescribing pattern or practice may
- 23 be occurring or drug diversion or drug abuse may be occurring.
- (i) The board, based on the indicators developed under
- 25 Subsection (h), may send an electronic notification to a dispenser
- or prescriber if the information submitted under Section 481.074(q)
- 27 or 481.075 indicates a potentially harmful prescribing pattern or

- 1 practice may be occurring or drug diversion or drug abuse may be
- 2 occurring.
- 3 (j) The board by rule may develop guidelines identifying
- 4 behavior suggesting a patient is obtaining controlled substances
- 5 that indicate drug diversion or drug abuse is occurring. A
- 6 pharmacist who observes behavior described by this subsection by a
- 7 person who is to receive a controlled substance shall access the
- 8 information under Section 481.076(a)(5) regarding the patient for
- 9 whom the substance is to be dispensed.
- 10 SECTION 4. Subchapter C, Chapter 481, Health and Safety
- 11 Code, is amended by adding Sections 481.0763 and 481.0764 to read as
- 12 follows:
- Sec. 481.0763. DUTY OF PHARMACISTS. A pharmacist must
- 14 access information under Section 481.076(a)(5) with respect to a
- 15 patient before dispensing opioids, benzodiazepines, barbiturates,
- 16 or carisoprodol for the patient.
- Sec. 481.0764. REPORTS OF WHOLESALE DISTRIBUTORS. (a) A
- 18 wholesale distributor shall report to the board the information
- 19 that the distributor is required to report to the Automation of
- 20 Reports and Consolidated Orders System (ARCOS) of the Federal Drug
- 21 Enforcement Administration for the distribution of a controlled
- 22 substance by the distributor to a person in this state. The
- 23 distributor shall report the information to the board in the same
- 24 format and with the same frequency as the information is reported to
- 25 ARCOS.
- 26 (b) Information reported to the board under Subsection (a)
- 27 is confidential and not subject to disclosure under Chapter 552,

## 1 Government Code.

- 2 SECTION 5. Section 551.005, Occupations Code, is amended to
- 3 read as follows:
- 4 Sec. 551.005. APPLICATION OF SUNSET ACT. The Texas State
- 5 Board of Pharmacy is subject to Chapter 325, Government Code (Texas
- 6 Sunset Act). Unless continued in existence as provided by that
- 7 chapter, the board is abolished and this subtitle expires September
- 8 1, 2029 [<del>2017</del>].
- 9 SECTION 6. Section 552.006, Occupations Code, is amended by
- 10 amending Subsection (b) and adding Subsection (d) to read as
- 11 follows:
- 12 (b) The training program must provide the person with
- 13 information regarding:
- 14 (1) the law governing the board's operations;
- 15 <u>(2)</u> [this subtitle and] the programs, functions,
- 16 rules, and budget of the board;
- 17 (3) the scope of and limitations on the rulemaking
- 18 authority of the board;
- (4)  $[\frac{(2)}{(2)}]$  the results of the most recent formal audit
- 20 of the board;
- 21 (5) [(3)] the requirements of:
- 22 (A) laws relating to open meetings, public
- 23 information, administrative procedure, and <u>disclosing</u> conflicts of
- 24 interest; and
- 25 (B) other laws applicable to members of the board
- 26 in performing their duties; and
- (6)  $\left[\frac{(4)}{(4)}\right]$  any applicable ethics policies adopted by

- 1 the board or the Texas Ethics Commission.
- 2 <u>(d) The executive director shall create a training manual</u>
- 3 that includes the information required by Subsection (b). The
- 4 executive director shall distribute a copy of the training manual
- 5 annually to each board member. On receipt of the training manual,
- 6 each board member shall sign and submit to the executive director a
- 7 statement acknowledging receipt of the training manual. The board
- 8 shall publish a copy of each signed statement on the board's
- 9 Internet website.
- SECTION 7. Section 553.003(b), Occupations Code, is amended
- 11 to read as follows:
- 12 (b) The executive director is a full-time employee of the
- 13 board and shall:
- 14 (1) serve as secretary to the board; [and]
- 15 (2) perform the regular administrative functions of
- 16 the board and any other duty as the board directs; and
- 17 (3) under the direction of the board, perform the
- 18 duties required by this subtitle or designated by the board.
- 19 SECTION 8. Subchapter A, Chapter 554, Occupations Code, is
- 20 amended by adding Section 554.0011 to read as follows:
- 21 Sec. 554.0011. USE OF ALTERNATIVE RULEMAKING AND DISPUTE
- 22 RESOLUTION. (a) The board shall develop a policy to encourage the
- 23 <u>use</u> of:
- 24 (1) negotiated rulemaking procedures under Chapter
- 25 2008, Government Code, for the adoption of board rules; and
- 26 (2) appropriate alternative dispute resolution
- 27 procedures under Chapter 2009, Government Code, to assist in the

- 1 resolution of internal and external disputes under the board's
- 2 jurisdiction.
- 3 (b) The board's procedures relating to alternative dispute
- 4 resolution must conform, to the extent possible, to any model
- 5 guidelines issued by the State Office of Administrative Hearings
- 6 for the use of alternative dispute resolution by state agencies.
- 7 <u>(c) The board shall:</u>
- 8 (1) coordinate the implementation of the policy
- 9 adopted under Subsection (a);
- 10 (2) provide training as needed to implement the
- 11 procedures for negotiated rulemaking or alternative dispute
- 12 resolution; and
- 13 (3) collect data concerning the effectiveness of those
- 14 procedures.
- SECTION 9. Section 558.051(a), Occupations Code, is amended
- 16 to read as follows:
- 17 (a) To qualify for a license to practice pharmacy, an
- 18 applicant for licensing by examination must submit to the board:
- 19 (1) a license fee set by the board; and
- 20 (2) a completed application on a form prescribed by
- 21 the board with satisfactory sworn evidence that the applicant:
- 22 (A) is at least 18 years of age;
- 23 (B) [is of good moral character;
- [(C)] has completed a minimum of a 1,000-hour
- 25 internship or other program that has been approved by the board or
- 26 has demonstrated, to the board's satisfaction, experience in the
- 27 practice of pharmacy that meets or exceeds the board's minimum

- 1 internship requirements;
- 2 (C) [<del>(D)</del>] has graduated and received a
- 3 professional practice degree, as defined by board rule, from an
- 4 accredited pharmacy degree program approved by the board;
- 5 (D)  $\left[\frac{E}{E}\right]$  has passed the examination required by
- 6 the board; and
- 7  $\underline{\text{(E)}}$  [<del>(F)</del>] has not had a pharmacist license
- 8 granted by another state restricted, suspended, revoked, or
- 9 surrendered, for any reason.
- 10 SECTION 10. Section 558.101(a), Occupations Code, is
- 11 amended to read as follows:
- 12 (a) To qualify for a license to practice pharmacy, an
- 13 applicant for licensing by reciprocity must:
- 14 (1) submit to the board:
- 15 (A) a reciprocity fee set by the board; and
- 16 (B) a completed application in the form
- 17 prescribed by the board, given under oath;
- 18 (2) [be of good moral character;
- 19  $\left[\frac{(3)}{(3)}\right]$  have graduated and received a professional
- 20 practice degree, as defined by board rule, from an accredited
- 21 pharmacy degree program approved by the board;
- (3)  $[\frac{(4)}{1}]$  have presented to the board:
- (A) proof of current or initial licensing by
- 24 examination; and
- 25 (B) proof that the current license and any other
- 26 license granted to the applicant by another state has not been
- 27 restricted, suspended, revoked, or surrendered for any reason; and

- 1 (4) [(5)] pass the Texas Pharmacy Jurisprudence
- 2 examination.
- 3 SECTION 11. Section 559.003, Occupations Code, is amended
- 4 by adding Subsection (f) to read as follows:
- 5 (f) The board may refuse to renew a license to practice
- 6 pharmacy for a license holder who is in violation of a board order.
- 7 SECTION 12. Section 568.002(c), Occupations Code, is
- 8 amended to read as follows:
- 9 (c) An applicant for registration as a pharmacy technician
- 10 or a pharmacy technician trainee must[+
- 11 [(1) be of good moral character; and
- 12  $\left[\frac{(2)}{2}\right]$  submit an application on a form prescribed by
- 13 the board.
- 14 SECTION 13. Section 568.004, Occupations Code, is amended
- 15 to read as follows:
- Sec. 568.004. RENEWAL OF REGISTRATION. (a) The board may
- 17 adopt a system in which the registrations of pharmacy technicians
- 18 and pharmacy technician trainees expire on various dates during the
- 19 year.
- 20 (b) To renew a pharmacy technician registration, the
- 21 registrant must, before the expiration date of the registration:
- 22 (1) pay a renewal fee as determined by the board under
- 23 <u>Section 568</u>.005; and
- 24 (2) comply with the continuing education requirements
- 25 prescribed by the board in accordance with Section 568.0045.
- 26 <u>(c) A person whose pharmacy technician registration has</u>
- 27 been expired for 90 days or less may renew the expired registration

- 1 by paying to the board a renewal fee that is equal to one and
- 2 one-half times the normally required renewal fee for the
- 3 registration.
- 4 (d) A person whose pharmacy technician registration has
- 5 been expired for more than 90 days but less than one year may renew
- 6 the expired registration by paying to the board a renewal fee that
- 7 <u>is equal to two times the normally required renewal fee for the</u>
- 8 registration.
- 9 <u>(e) A person whose pharmacy technician registration has</u>
- 10 been expired for one year or more may not renew the
- 11 registration. The person may register by complying with the
- 12 requirements and procedures for initially registering, including
- 13 the examination requirement.
- 14 (f) The board may refuse to renew a pharmacy technician
- 15 registration for a registrant who is in violation of a board order.
- 16 SECTION 14. Chapter 568, Occupations Code, is amended by
- 17 adding Section 568.0045 to read as follows:
- 18 Sec. 568.0045. RULES RELATING TO CONTINUING EDUCATION. The
- 19 board shall adopt rules relating to the continuing education
- 20 required for pharmacy technicians. The rules must include
- 21 <u>requirements for:</u>
- 22 (1) the number of hours of continuing education;
- 23 (2) the methods for meeting the continuing education
- 24 requirements;
- 25 (3) the approval of continuing education programs;
- 26 (4) reporting completion of continuing education;
- 27 (5) records of completion of continuing education; and

- 1 (6) board audits to ensure compliance with the
- 2 continuing education requirements.
- 3 SECTION 15. A pharmacist is not required to comply with a
- 4 rule adopted under Section 481.0761(j), Health and Safety Code, as
- 5 added by this Act, before January 1, 2018.
- 6 SECTION 16. Section 481.0763, Health and Safety Code, as
- 7 added by this Act, applies only to a pharmacist who dispenses a
- 8 controlled substance on or after January 1, 2018.
- 9 SECTION 17. (a) Except as provided by Subsection (b) of
- 10 this section, Section 552.006, Occupations Code, as amended by this
- 11 Act, applies to a member of the Texas State Board of Pharmacy
- 12 appointed before, on, or after the effective date of this Act.
- 13 (b) A member of the Texas State Board of Pharmacy who,
- 14 before the effective date of this Act, completed the training
- 15 program required by Section 552.006, Occupations Code, as that law
- 16 existed before the effective date of this Act, is required to
- 17 complete additional training only on subjects added by this Act to
- 18 the training program as required by Section 552.006, Occupations
- 19 Code, as amended by this Act. A board member described by this
- 20 subsection may not vote, deliberate, or be counted as a member in
- 21 attendance at a meeting of the board held on or after December 1,
- 22 2017, until the member completes the additional training.
- 23 SECTION 18. Sections 558.051, 558.101, and 568.002,
- 24 Occupations Code, as amended by this Act, apply only to an
- 25 application for a license to practice pharmacy or for registration
- 26 as a pharmacy technician or pharmacy technician trainee filed on or
- 27 after the effective date of this Act. An application for a license

C.S.H.B. No. 2561

- 1 or registration filed before the effective date of this Act is
- 2 governed by the law in effect on the date the application was filed,
- 3 and the former law is continued in effect for that purpose.
- 4 SECTION 19. Section 559.003, Occupations Code, as amended
- 5 by this Act, and Sections 568.004(b), (e), and (f), Occupations
- 6 Code, as added by this Act, apply only to the renewal of a license to
- 7 practice pharmacy or of a pharmacy technician registration on or
- 8 after the effective date of this Act. The renewal of a license or
- 9 registration before that date is governed by the law in effect
- 10 immediately before the effective date of this Act, and the former
- 11 law is continued in effect for that purpose.
- 12 SECTION 20. As soon as practicable after the effective date
- 13 of this Act, the Texas State Board of Pharmacy shall adopt rules to
- 14 reduce the amount of the fees imposed by the board for the renewal
- 15 of an expired pharmacy technician registration to reflect the
- 16 amounts provided for by Sections 568.004(c) and (d), Occupations
- 17 Code, as added by this Act. A pharmacy technician who renews an
- 18 expired registration certificate on or after the effective date of
- 19 this Act shall pay the amount provided for by Section 568.004(c) or
- 20 (d), Occupations Code, as added by this Act, instead of the amount
- 21 provided for under board rules adopted before that date.
- 22 SECTION 21. This Act takes effect September 1, 2017.